

105TH CONGRESS
2D SESSION

H. R. 3412

To amend and make technical corrections in title III of the Small Business
Investment Act.

IN THE HOUSE OF REPRESENTATIVES

MARCH 10, 1998

Mr. TALENT (for himself and Ms. VELÁZQUEZ) introduced the following bill;
which was referred to the Committee on Small Business

A BILL

To amend and make technical corrections in title III of
the Small Business Investment Act.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Small Business Invest-
5 ment Company Technical Corrections Act of 1998”.

6 **SEC. 2. TECHNICAL CORRECTIONS.**

7 Title III of the Small Business Investment Act of
8 1958 (15 U.S.C. 661) is amended—

9 (1) in section 303(g) (15 U.S.C. 683(g)), by
10 striking subparagraph (13);

1 (2) in section 308 (15 U.S.C. 687) by adding
2 at the end the following:

3 “(j) For the purposes of sections 304 and 305, in
4 a case in which an incorporated or unincorporated busi-
5 ness is not required by law to pay Federal income taxes
6 at the enterprise level but is required to pass income
7 through to its shareholders or partners, an eligible small
8 business or smaller enterprise may be determined by com-
9 puting the after-tax revenues of such business by deduct-
10 ing from the net revenue an amount equal to the net reve-
11 nue multiplied by the combined marginal Federal and
12 State income tax rate for corporations.”; and

13 (3) in section 320 (15 U.S.C. 687m), by strik-
14 ing “6” and inserting “12”.

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